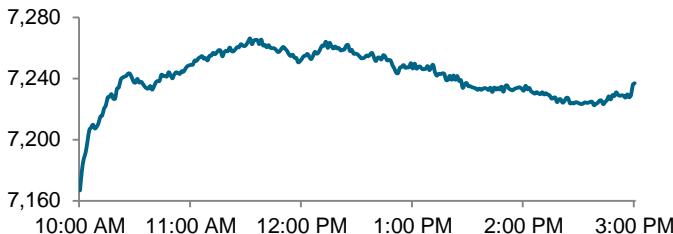


# DAILY MARKETS OVERVIEW

JULY 11, 2017

## TASI Intraday



Source: Reuters

## Saudi Market Update

- The TASI ended 1.0% higher to close at 7,237 on Monday. The NOMU ended 0.5% lower to close at 3,524. TASI traded value totaled SAR 3.3bn and averaged SAR 3.4bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 54.9% of the daily traded value.
- Banks and Materials ended 2.1% and 0.2% higher respectively. Telecom ended 0.3% higher. Media (up 9.8%) was the best performer. Among stocks, United Electronics Co. (4003/EXTRA AB), Saudi Research and Marketing Group (4210/RESEARCH AB), and Tihama Advertising & Public Relations Co. (4070/TAPRCO AB) led gainers.
- According to new data from the Saudi Arabian Monetary Authority, the Kingdom's general reserves remained unchanged at SAR 637bn (USD 170bn) in May 2017 compared to the previous month. (Source: Argaam)
- According to the Ministry of Health's statement, it would convert public hospitals and medical centers into public companies. This would enable them to compete with each other on the basis of quality, efficiency, productivity, reducing wastage, speedy decision-making, and decentralization. (Source: Argaam)
- According to the President and CEO of Saudi Arabian Oil Company (Saudi Aramco), the company would invest more than USD 300bn (SAR 1.1tn) over the next decade to maintain its spare oil production capacity and pursue exploration and production activities. (Source: Argaam)
- The Saudi British Bank (1060/SABB AB) signed an agreement with Bolero International, a top trade finance digitization solution provider, to offer electronic trade document solutions to corporate clients. Accordingly, SABB would become the first bank in the Kingdom to help clients initiate transactions electronically. (Source: Gulf Base)
- The BoD of United Electronics Co. (4003/EXTRA AB) recommended cash dividend of SAR 0.75 per share for 1H17. This implies a full-year yield of 4.1% for 2017. (Source: Tadawul)
- The BoD of Banque Saudi Fransi (1050/BSFR AB) recommended cash dividend of SAR 1.05 per share for 1H17. This implies a full-year yield of 6.8% for 2017. (Source: Tadawul)

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,237	1.0	0.5	0.4	17.1
Saudi (NOMU)	3,524	-0.5	-3.9	NA	NA
Energy	4,319	0.6	0.8	-13.2	13.8
Materials	4,849	0.2	0.0	-2.7	17.9
Capital Goods	4,143	0.0	-0.3	-17.0	34.4
Com. & Prof. Svc	4,252	1.7	1.9	-15.7	33.7
Transportation	3,853	1.0	1.3	-24.4	12.0
Cons. Durables & Apparel	4,402	0.6	0.8	-5.3	NA
Consumer Services	4,219	0.0	-0.3	-12.7	11.3
Media	5,822	9.8	18.2	13.7	NA
Retailing	5,922	2.1	2.0	20.6	23.2
Food & Staples Retailing	5,551	0.4	2.2	9.9	23.6
Food & Beverages	5,696	2.3	2.2	16.2	NA
Health Care Equipment	5,006	1.8	3.6	-0.2	21.4
Pharma, Biotech & Life Science	4,578	-0.9	0.1	-15.0	11.4
Banks	5,264	2.1	1.1	3.5	11.2
Diversified Financials	4,422	-0.1	0.7	-11.3	NA
Insurance	4,986	0.8	1.1	1.5	17.8
Telecommunication	4,891	0.3	-0.3	-2.2	17.0
Utilities	5,074	0.6	-2.7	4.4	12.0
REITs	5,502	-0.7	0.5	10.0	17.6
Real Estate	4,817	-1.3	-1.9	-4.0	47.6

Sources: Bloomberg, Reuters

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
United Electronics Co.	36.90	10.0%	27.6
Saudi Research and Marketing Group	44.70	9.9%	57.3
Tihama Advertising & Public Relations Co.	35.74	9.0%	46.4
Banque Saudi Fransi	31.01	7.7%	23.5
Batic Investments and Logistics Co.	56.31	5.1%	20.7

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Proposed Date
Saudi Industrial Development Co.	16-Jul-17
Fawaz Abdulaziz Alhokair Co.	16-Jul-17
Tihama Advertising and Public Relations Co.	16-Jul-17
Al Jouf Cement Co.	17-Jul-17
Al-Ahlia Insurance Co.	17-Jul-17
Arabian Pipes Co.	23-Jul-17

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of July 11, 2017

(2) WTD: Week to Date and YTD: Year to Date

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	6.09	-4.1%	647.5
Taleem REIT Fund	13.23	-2.5%	26.6
AlJazira Mawten REIT Fund	18.53	-1.5%	16.9
Najran Cement Co.	9.86	-1.3%	8.3
Gulf General Cooperative Insurance Co.	15.31	-1.2%	2.2

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	6.09	-4.1%	647.5
Saudi Basic Industries Corp.	101.48	0.7%	417.7
Alinma Bank	14.78	1.0%	393.8
Al Rajhi Bank	64.44	0.5%	232.8
Saudi Printing & Packaging Co.	17.69	4.9%	92.6

Source: Tadawul

## PUBLIC Disclaimer:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.

# DAILY MARKETS OVERVIEW

JULY 11, 2017

## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,418	0.4	0.5	-3.2	15.6
Abu Dhabi (ADX)	4,398	-0.3	0.0	-3.3	15.9
Kuwait (KSE)	6,749	0.4	1.0	17.4	18.4
Qatar (QE)	8,995	1.0	0.8	-13.8	14.8
Oman (MSM)	5,159	0.5	0.8	-10.8	11.8
Bahrain (BSE)	1,308	-0.1	-0.2	7.2	8.1
DJMENA Index	520	0.4	0.4	0.1	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,427	0.1	0.1	8.4	21.5
US (NASDAQ 100)	6,176	0.4	0.4	14.7	24.4
UK (FTSE 100)	7,370	0.3	0.3	3.2	32.0
Germany (DAX)	12,446	0.5	0.5	8.4	20.0
France (CAC 40)	5,166	0.4	0.4	6.2	19.1
Russia (MICEX)	1,926	0.7	0.7	-13.7	6.7
Japan (Nikkei)	20,081	0.8	0.8	4.9	19.2
Hong Kong (HSI)	25,500	0.6	0.6	15.9	13.9
South Korea (KOSPI)	2,382	0.1	0.1	17.5	12.1
China (SHCOMP)	3,213	-0.2	-0.2	3.5	17.2
India (NIFTY)	9,771	1.1	1.1	19.4	23.0
Brazil (IBOV)	63,025	1.1	1.1	4.6	17.0
Turkey (BIST 100)	1,01,097	1.0	1.0	29.4	10.8
Egypt (EGX30)	13,483	0.8	0.8	9.2	11.6
MSCI Emerging Markets	1,009	0.7	0.7	17.1	15.4
MSCI World	1,917	0.2	0.2	9.5	21.4

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	46.9	0.4	0.4	-17.5	1.4
Natural Gas (\$/mmbtu)	2.9	2.3	2.3	-18.1	-5.9
Gold (\$/oz)	1,214	0.1	0.1	5.4	-10.4
Silver (\$/oz)	15.7	0.4	0.4	-1.5	-22.7
Platinum (\$/oz)	901	-0.9	-0.9	-0.2	-18.2
Copper (\$/t)	5,796	-0.1	-0.1	4.9	22.6
Zinc (\$/t)	2,778	-0.5	-0.5	8.6	30.1
Lead (\$/mt)	2,268	-0.1	-0.1	14.2	24.9
Wheat (\$/bu)	550	2.8	2.8	22.8	9.7
Corn (\$/bu)	402	2.4	2.4	8.3	7.2
Sugar (\$/lb)	13.6	-4.2	-4.2	-27.3	-27.2

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.31	0.00	0.31	0.00
Saudi Arabia	1.79	0.00	-0.24	0.49
UAE	1.55	0.00	0.08	0.25
Kuwait	1.75	0.00	0.31	0.44
Qatar	2.45	0.00	0.67	1.15
Bahrain	2.38	0.00	0.28	1.07

Source: Reuters

**NOTES:** (1) Prices updated as of July 11, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

## GCC & Global Markets Update

- US markets ended in green on Monday. The S&P 500 and NASDAQ closed 0.1% and 0.4% higher respectively. Dow Jones Industrial ended flat. In Europe, the UK ended 0.3% higher while Germany and France ended 0.5% and 0.4% higher respectively.
- Asian markets are trading in green, except for China, on Tuesday. China is down by 0.2% while Japan is up by 0.5%. South Korea and Hong Kong are up by 0.3% and 1.1% respectively. India is trading 0.4% higher in morning trade.
- GCC markets ended mixed on Monday. Dubai ended 0.4% higher while Abu Dhabi ended 0.3% lower. Kuwait and Qatar closed 0.4% and 1.0% higher respectively. Oman ended 0.5% higher while Bahrain ended 0.1% lower.
- According to statistics released by Dubai Customs, Dubai's foreign trade of tea and coffee was valued at AED 883mn (USD 240mn) in the first quarter of 2017. Dubai's foreign tea trade amounted to AED 767mn (USD 209mn), while foreign coffee trade amounted to AED 116mn (USD 31.6mn). (Source: Mubasher)
- According to the UAE's Ministry of Finance, some financial services, residential properties, bare land, and local passenger transport will be exempt from value added tax (VAT). (Source: Arabian Business)
- According to the Authority for Electricity Regulation Oman (AER), the electricity subsidy is projected to fall 10.6% to OMR 456mn (USD 1.2bn) in 2017 from the amount of OMR 510mn (USD 1.3bn) disbursed last year. (Source: Gulf Base)
- The AER added that the incremental reductions in energy losses across the North Oman electricity transmission and distribution system have delivered savings cumulatively valued at OMR 758mn (USD 2.0bn) since 2005. (Source: Gulf Base)
- According to the CEO of Gulf Navigation Holding (GULFNAV UH), the company plans to issue USD 250mn (AED 918mn) in sukuk or Islamic bonds in late August or early September. The proceedings would be used to support the company's expansion plans. (Source: Zawaia)
- Alkhaleej, citing UAE-based Imdaad Group's CEO, reported that the Group had allocated about AED 60mn (USD 16.3mn) to acquire three companies that specialize in facility management services and systems. (Source: Mubasher)
- According to Abu Dhabi National Oil Company's CEO, the company plans to merge its subsidiaries, Abu Dhabi Marine Operating Company and Zakum Development Company, in an attempt to reduce operating and production costs. (Source: Mubasher)
- According to the CEO of Emirates Telecommunication Corp Ltd (ETISALAT UH), the company terminated a management agreement with its Nigerian arm and has given the business time to phase out the Etisalat brand in Nigeria. (Source: Gulf Base)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July7 (prior: -6.3mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended July 8 (prior: 248K; consensus: 245K) will be announced on July 13. (Source: Econoday)
- Change in US CPI for the month of June, 2017 (prior: -0.1% M/M, 1.9% Y/Y; consensus: 0.1% M/M, 1.7% Y/Y) will be announced on July 14. (Source: Econoday)



## Contacts

### RESEARCH & ADVISORY DEPARTMENT

[Research&Advisory@FransiCapital.com.sa](mailto:Research&Advisory@FransiCapital.com.sa)

### SAUDI FRANSI CAPITAL

#### Call Centre

800-125-9999

#### Website

[www.sfc.sa](http://www.sfc.sa)

### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R. - Capital Market Authority 11153-37

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

800 124 3232 | [www.sfc.sa](http://www.sfc.sa) C.R. 1010231217, PO Box 23454, Riyadh 11426,

Saudi Arabia, Head Office Riyadh